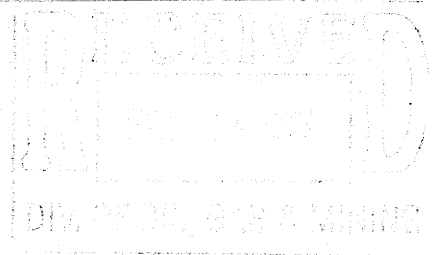




PEARL QUEEN PERLITE CORPORATION

m 1001027



February 12, 1999

Mr. D. Wayne Hedberg
Utah Dept of Natural Resources
Division of Oil, Gas & Mining
P O Box 145801
Salt Lake City, UT 84114

Dear Wayne,

Re: Active Mine Permits M010027 and 5010043 in Beaver County, Utah.

Enclosed please find our Annual Reports for year 1998. Hope all is going well for you.

Sincerely,

O. Jay Gatten

Enclosures (2)

CC: mine Permit (encls)
Correspondence (no encls)

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